DOE F 1325.8 (12-84)

United States Government

Department of Energy

memorandum

DATE:

April 5, 1989

REPLY TO

MA-453.1 (P. Grimes)

SUBJECT:

Modification A009 to International Agreement DE-G101-82EP12126 with the Junta de Energia Nuclear of the Spanish Government, {a.k.a. Hall-Otero Agreement and Project Indalo}.

TO:

Official Contract File / Contracting Officer

The proposed modification (A009) is in response to Procurement Request, (PR) 01-89EP12126.001 which provides incremental funding in the amount of \$200,000. The subject instrument "expired" on January 31, 1988 from a PADS perspective. The referenced agreement dates back to February 26, 1966 when a "nuclear Incident" occurred at a small village, (Palomares) on the coast of Spain. The agreement entered into provides for radiological monitoring assistance to the Government Spain.

A review of the agreement itself indicates no expiration date, and as such, this action, when executed, will re-activate the instrument in PADS. The \$200,000 provided by the PR referenced above is half of DOE's planned obligations to this instrument this U.S. Fiscal Year, (FY89), in lieu of the \$605,000 the Junta has requested for the same period. The \$200,000 referenced above has been recovered by EH from funds previously sent to DOE-Oak Ridge. The attached action memorandum approved by Mr. Joseph F. Salgado, the Deputy Secretary of Energy, provides further background on this action. More importantly, that memo indicates that responsibility for Project Indalo will be transferred to the Office of Deputy Assistant Secretary for Military Application, and that \$200,000 will be provided by that office this Fiscal Year.

Based on the attachments to this memorandum, and the exigency of the situation, the Contract Specialist recommends that this modification be executed as soon as possible.

Taul Grimes

Contract Specialist

Office of Procurement Operations

CONCUR:

Jack B. Peel

Contracting Officer

Office of Procurement Operations